# HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)

# FINANCIAL STATEMENTS

**As at June 30, 2026**

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**STATEMENT OF FINANCIAL POSITION**

**As at June 30, 2026**

| Particulars | Notes | Amount (GH₵) |
|---|---|---|
| **NON-CURRENT ASSETS** | | |
| Property, Plant and Equipment | 3 | 22,758 |
| **TOTAL NON-CURRENT ASSETS** | | **22,758** |
| | | |
| **CURRENT ASSETS** | | |
| Prepaid Rent (15 months remaining) | 4.1 | 30,000 |
| Cash & Cash Equivalent | 4.2 | 418 |
| **TOTAL CURRENT ASSETS** | | **30,418** |
| | | |
| **TOTAL ASSETS** | | **53,176** |
| | | |
| **Financed By:** | | |
| **ACCUMULATED FUND / EQUITY** | | |
| Founder's Capital Contribution (Assets) | | 27,950 |
| Surplus for the Period | | 25,226 |
| **TOTAL EQUITY** | | **53,176** |

**INCOME AND EXPENDITURE ACCOUNT**

**For the Period: October 2025 to June 30, 2026 (9 Months)**

| Particulars | Notes | Amount (GH₵) | Amount (GH₵) |
|---|---|---|---|
| **INCOME** | | | |
| Management Contributions (Founder - Cash) | | | 13,898 |
| Cash Donations | | | 11,808 |
| In-kind Rental Contribution (24 months) | | | 48,000 |
| In-kind Project Support (HROOP) | | | 8,325 |
| **TOTAL INCOME** | | | **82,030** |
| | | | |
| **EXPENDITURE** | | | |
| Programmatic Cash Expenses | | 25,086 | |
| HROOP Outreach (In-kind) | | 8,325 | |
| Rent Expense | | 18,000 | |
| Bank Charges | | 202 | |
| Depreciation Expense | | 5,193 | |
| **TOTAL EXPENDITURE** | | | **( 56,805)** |
| | | | |
| **SURPLUS FOR THE PERIOD** | | | **25,226** |

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**RECEIPTS AND PAYMENTS ACCOUNT**
**For the Period: October 2025 to June 30, 2026 (9 Months)**
*Note: This account records ACTUAL CASH MOVEMENTS only.*

| Particulars | Amount (GH₵) | Amount (GH₵) |
|---|---|---|
| **RECEIPTS** | | |
| Management Contributions (Founder - Cash) | 13,898 | |
| Cash Donations Received | 11,808 | |
| **TOTAL RECEIPTS** | | **25,706** |
| | | |
| **PAYMENTS** | | |
| Programmatic Cash Expenses | 25,086 | |
| Bank Charges | 202 | |
| **TOTAL PAYMENTS** | | **(25,288 )** |
| | | |
| **NET RECEIPTS OVER PAYMENTS** | | **418** |
| **Opening Cash & Bank Balances** | | **-** |
| **CLOSING CASH & BANK BALANCES** | | **418** |

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**ACCUMULATED FUND ACCOUNT**
**For the Period: October 2025 to June 30, 2026 (9 Months)**

| Particulars | Amount (GH₵) | Amount (GH₵)2 |
|---|---|---|
| Balance at October 1, 2025 (Inception) | | - |
| **ADD:** | | |
| Founder's Capital Contribution | 27,950 | |
| Surplus for the Period | 25,226 | |
| **Total Additions** | | 53,176 |
| **BALANCE AT JUNE 30, 2026** | | **53,176** |

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**NOTES TO THE FINANCIAL STATEMENTS**
**For the Period: October 2025 to June 30, 2026**

## NOTE 1: GENERAL INFORMATION AND ORGANISATIONAL PROFILE

### 1.1 Legal Status and Registration

Hope and Empowerment Foundation GH LBG ("HEF-GH" or "the Foundation") is a company limited by guarantee registered under the Companies Act, 2019 (Act 992) of the Republic of Ghana. The Foundation operates as a non-profit charitable organization with the following registrations:

- **(a) Office of the Registrar of Companies (ORC):** Registration Number CG074131025; Date of Incorporation: October 2025.
- **(b) Ghana Revenue Authority (GRA):** Tax Identification Number (TIN) C0066381088; Charitable Organization Status approved under Section 97(1) of the Revenue Administration Act, 2016 (Act 896), granting tax-exempt privileges.
- **(c) Non-Profit Organizations Secretariat (NPOS):** Registration Number NPOS/GRO1/LNO3083/25.
- **(d) National Youth Authority (NYA):** Registration Number GAR14922.
- **(e) Technical and Vocational Education and Training (TVET):** Affiliation Number GTVETS/AD/AFF26/036.

### 1.2 International Registrations

The Foundation maintains the following international registrations:

- **(a) UN Global Marketplace (UNGM):** Registration No. 1187978.
- **(b) EU Participant Register (PIC):** Registration No. 866934106.
- **(c) US SAM.gov:** Unique Entity Identifier (UEI) WCRHHAAKUL74; NATO Commercial and Government Entity (NCAGE) STEQ4.

### 1.3 Organizational Mission and Objectives

HEF-GH is dedicated to empowering vulnerable and disadvantaged communities through education, vocational training, and humanitarian outreach. Its core programmes include:

- **(a) FVESTA:** Free Vocational Empowerment Skills Training Academy.
- **(b) HROOP:** Hope Restoration Orphanage Outreach Project.
- **(c) MFFRLP:** Mindset First, Future Ready Leader Project.

### 1.4 Governance Structure

The Foundation is governed by a Board of Directors comprising:

- **Rev. Francis Kofi Takyi Adams:** Founder, Executive Director & CEO
- **Mrs. Esther Tetteh:** National Treasurer / Finance Officer
- **Mr. Kwame Adjei:** Board Member

### 1.5 Reporting Entity and Period

These financial statements cover the Foundation's inception period of **nine (9) months from October 2025 to June 30, 2026**. As this is the first reporting period, no comparative figures are presented.

### 1.6 Functional and Presentation Currency

The financial statements are presented in **Ghana Cedis (GH₵)**.

## NOTE 2: BASIS OF PREPARATION, COMPLIANCE, AND ACCOUNTING POLICIES

### 2.1 Basis of Preparation and Compliance

These financial statements have been prepared on a **cash basis of accounting** in accordance with accepted non-profit financial reporting practices applicable to charitable organisations registered under the laws of the Republic of Ghana. They comply with the Companies Act, 2019 (Act 992), the Revenue Administration Act, 2016 (Act 896), and the Non-Profit Organisations Act, 2023 (Act 1048).

### 2.2 Summary of Significant Accounting Policies

- **Revenue Recognition:** Revenue is recognised when cash or cash equivalents are received. In-kind contributions are recognised at fair value when received.
- **Expenditure Recognition:** Expenditure is recognised when goods or services are received and payment is made.
- **Property, Plant and Equipment:** Stated at cost less accumulated depreciation. Depreciation is calculated on a straight-line basis over useful lives: Computers (3 years), Furniture & Fittings (5 years), Office Equipment (5 years), Software (5 years).
- **Foreign Currency Transactions:** Translated into Ghana Cedis using the exchange rate prevailing at the transaction date. The Zenith Bank USD account is translated at the reporting date rate of GH₵11.20 per US Dollar.
- **Prepayments:** Recognised as current assets and expensed over the period to which they relate. Prepaid rent is GH₵30,000 for 15 months.
- **Cash and Cash Equivalents:** Comprise cash on hand and demand deposits with banks.
- **Provisions & Contingencies:** Recognised only when a present obligation exists, and a reliable estimate can be made. There were no provisions as at June 30, 2026.

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**
**For the Period: October 2025 to June 30, 2026**

## NOTE 3: NON-CURRENT ASSETS

### 3.1 Movement Schedule and Asset Descriptions

| Asset Category | Cost (GH₵) | Depreciation (9 months) | Net Book Value (GH₵) |
|---|---|---|---|
| Computers & Accessories | 10,000.00 | -2,500.00 | 7,500.00 |
| Furniture, Fixtures & Fittings | 7,450.00 | -1,117.50 | 6,332.50 |
| Office Equipment | 5,500.00 | -825 | 4,675.00 |
| Intangible Assets (Software) | 5,000.00 | -750 | 4,250.00 |
| **TOTAL** | **27,950.00** | **-5,192.50** | **22,757.50** |

- **Description of Assets:**
  - **Computers & Accessories (GH₵10,000):** Desktop computers, laptops, printers for administrative and programme purposes.
  - **Furniture, Fixtures & Fittings (GH₵7,450):** Office desks, chairs, filing cabinets for the Franco Estates office.
  - **Office Equipment (GH₵5,500):** Projectors, sound systems, photocopiers for programme delivery.
  - **Intangible Assets (GH₵5,000):** Website development costs and accounting software licences.
- **Capital Commitments:** As at June 30, 2026, the Foundation had no outstanding capital commitments or contractual obligations for the acquisition of non-current assets.

## NOTE 4: CURRENT ASSETS

### 4.1 Prepaid Rent

The Founder contributed a 24-month rent advance for the office hall at Franco Estates, valued at GH₵48,000.00 (GH₵2,000 per month).

- **Total Rent Advance:** GH₵ 48,000.00
- **Less: Utilized (9 months):** GH₵ 18,000.00
- **Prepaid Rent (Current Asset - 15 months): GH₵ 30,000.00**

### 4.2 Cash and Cash Equivalent GH₵

| | |
|---|---|
| Zenith Bank USD Account | 358.40Zenith Bank GHS Account 59.88 |
| **Total Cash and Cash Equivalent** | **418.28** |

## HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**
**For the Period: October 2025 to June 30, 2026**

### NOTE 5: EQUITY AND ACCUMULATED FUND

The Foundation does not have share capital; the equity is represented by the Accumulated Fund, which is non-distributable.

**5.1 Founder's Capital Contribution**
The Founder contributed non-current assets valued at **GH₵27,950.00** to establish the Foundation's operational infrastructure.

**5.2 Surplus for the Period**
The surplus of **GH₵25,225.78** arises from operations during the 9-month inception period. It comprises:

- Cash surplus from operations: GH₵ 9,418.28
- Net non-cash surplus: GH₵ 15,807.49
- **Total Surplus:** GH₵ 25,225.78

**5.3 Restrictions on Equity**
No portion of the Accumulated Fund is restricted by external donors. However, project-restricted income (GH₵13,758.00) must be applied to the designated programmes as specified by donors.

**5.4 Composition Analysis**

- **Capital Component (Assets):** GH₵ 27,950.00 (52.6%)
- **Revenue Component (Surplus):** GH₵ 25,225.78 (47.4%)
- **TOTAL ACCUMULATED FUND: GH₵ 53,175.78 (100.0%)**

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**
**For the Period: October 2025 to June 30, 2026**
**NOTE 6: INCOME**

**6.1 Income by Source**

| Source Category | Amount (GH₵) | % of Total |
|---|---|---|
| **A. CASH INCOME** | | |
| Management Contributions (Founder) | 13,898 | 16.94% |
| Cash Donations (Public) | 11,808 | 14.39% |
| **Sub-total Cash Income** | **25,706** | **31.34%** |
| **B. IN-KIND INCOME** | | |
| In-kind Rental Contribution | 48,000 | 58.51% |
| In-kind Project Support (HROOP) | 8,325 | 10.15% |
| **Sub-total In-Kind Income** | **56,325** | **68.66%** |
| **TOTAL INCOME** | **82,030** | **100.00%** |

**6.2 Cash Donations**
A total of 23 validated cash donation transactions were recorded during the period, amounting to **GH₵11,808.00** .

- **Key Donors:**
  - Mrs. Evelyn Robinson: GH₵ 3,000.00
  - Mr. Akwasi Aboagye (MCE-GANMA): GH₵ 1,570.00
  - Church Students Group: GH₵ 1,000.00
  - Mrs. Eunice (Diaspora): GH₵ 1,000.00

**6.3 Income Recognition by Project**

| Project | Income (GH₵) | % of Restricted |
|---|---|---|
| FVESTA | 6,108.00 | 44.40% |
| HROOP | 6,050.00 | 44.00% |
| MFFRLP | 1,100.00 | 8.00% |
| General | 500 | 3.60% |
| **Total** | **13,758.00** | **100.00%** |

**HOPE AND EMPOWERMENT FOUNDATION GH LBG (HEF-GH)**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**
**For the Period: October 2025 to June 30, 2026**
**NOTE 7: EXPENDITURE**

**7.1 Expenditure by Nature and Function**

| Expenditure Item | Amount (GH₵) | % of Total |
|---|---|---|
| **PROGRAMME EXPENDITURE** | | |
| Programmatic Cash Expenses | 25,086 | 44.16% |
| HROOP Outreach (In-kind) | 8,325 | 14.65% |
| **Sub-total Programme** | **33,411** | **58.82%** |
| **ADMINISTRATIVE EXPENDITURE** | | |
| Rent Expense (9 months) | 18,000 | 31.69% |
| Depreciation Expense | 5,193 | 9.14% |
| Bank Charges (USD Account) | 202 | 0.35% |
| **Sub-total Administrative** | **23,394** | **41.18%** |
| **TOTAL** | **56,805** | **100.00%** |

**7.2 Programme Expenditure by Activity**
Based on transaction analysis:

- **Mindset First - Future Ready Leader Project (Phase 1):** ~GH₵6,500.00
- **FVESTA Academy (Season 1 & 2):** ~GH₵2,400.00
- **Hope Restoration Orphanage Outreach (Phase 1):** ~GH₵1,900.00
- **Institutional Development & Branding:** ~GH₵1,500.00
- **General Programme Delivery:** ~GH₵19,832.61 (including cross-cutting costs)

**NOTE 8: RELATED PARTY TRANSACTIONS AND DISCLOSURE**

**8.1 Transactions with the Founder**
Rev. Francis Kofi Takyi Adams (Founder, Executive Director & CEO) contributed:

| Transaction Type | Amount (GH₵) | Nature |
|---|---|---|
| Capital Contribution (Assets) | 27,950.00 | Non-cash |
| Management Contributions (Cash) | 13,897.88 | Cash |
| In-kind Rental Contribution | 48,000.00 | Non-cash |
| **TOTAL FOUNDER CONTRIBUTIONS** | **89,847.88** | |

### 8.2 Transactions with Board Members

- **Mrs. Esther Tetteh:** Cash donations to FVESTA: GH₵ 630.00.
- **Mr. Kwame Adjei:** Cash donations (various): GH₵ 1,980.00.

### 8.3 Terms and Conditions

All related party transactions are conducted at arm's length where applicable, approved by the Board, and fully disclosed. As at June 30, 2026, there were no outstanding balances with related parties.

## NOTE 9: PROJECT-BASED FINANCIAL REPORTING

### 9.1 FVESTA Academy

- **Income Received:** GH₵ 6,108.00
- **Estimated Expenditure:** GH₵ 3,400.00
- **Estimated Surplus:** GH₵ 2,708.00
- **Beneficiaries:** ~120 trainees (Season 1)

### 9.2 HROOP Outreach

- **Income Received:** GH₵ 6,050.00
- **Estimated Expenditure:** GH₵ 10,260.61 (Including in-kind support)
- **Estimated Deficit:** GH₵ 4,210.61 (covered by Founder's in-kind support)
- **Beneficiaries:** ~80 children at Potter’s Village, Dodowa

### 9.3 MFFRLP Project

- **Income Received:** GH₵ 1,100.00
- **Estimated Expenditure:** GH₵ 6,640.00
- **Estimated Deficit:** GH₵ 5,540.00 (covered by Founder's contributions)
- **Beneficiaries:** ~3,400 students across 34 schools

## NOTE 10: DONOR ANALYSIS AND FUNDING DEPENDENCY

### 10.1 Donor Concentration

- **Top 5 Donors:** Contribute 60.6% of cash donations.
- **Largest External Donor:** Mrs. Evelyn Robinson (GH₵3,000 - 25.4% of cash donations).
- **Founder Dependency:** Founder contributes 89.8% of total resources (cash + assets + in-kind)

- **10.2 Funding Diversification Strategy**
  Management is implementing strategies to diversify funding, including grant applications, corporate partnerships, crowdfunding, and diaspora engagement.



## NOTE 11: RISK MANAGEMENT AND INTERNAL CONTROLS

### 11.1 Financial Risk Management

- **Liquidity Risk:** Minimal cash reserves relative to requirements. Mitigation: Accelerated fundraising and Founder reserve commitments.
- **Concentration Risk:** Heavy reliance on Founder contributions. Mitigation: Diversification strategy.
- **Operational Risk:** Programme interruption due to funding gaps. Mitigation: Phased programme implementation.

### 11.2 Internal Control Framework

- **Segregation of Duties:** Established between Founder/CEO, National Treasurer, and Board.
- **Authorization Limits:** Up to GH₵500 (Treasurer), GH₵500-GH₵1,000 (Founder/CEO), above GH₵1,000 (Board).
- **Documentation:** All expenditures and donations are supported by receipts and vouchers.

## NOTE 12: COMMITMENTS, CONTINGENCIES AND SUBSEQUENT EVENTS

### 12.1 Capital Commitments
As at June 30, 2026, the Foundation had no outstanding capital commitments.

### 12.2 Operating Commitments

- **Rent Commitment:** Prepaid rent of GH₵30,000 covers 15 months from July 2026 to September 2027.

### 12.3 Contingent Liabilities
As at June 30, 2026, the Foundation had no contingent liabilities, legal claims, or pending litigation.

### 12.4 Subsequent Events

- No other significant events have occurred.

## NOTE 13: TAXATION AND REGULATORY COMPLIANCE

HEF-GH is an approved Charitable Organization under Section 97(1) of the Revenue Administration Act, 2016 (Act 896). This status provides exemption from income tax on qualifying income and allows donors to claim tax deductions.

**Compliance Status:**

- All statutory filings with GRA are up to date.
- ORC and NYA reports filed.
- All international registrations (UNGM, EU PIC, US SAM.gov) are active.



## NOTE 14: GOVERNANCE STRUCTURE AND BOARD COMPOSITION

### 14.1 Board of Directors

- **Rev. Francis Kofi Takyi Adams:** Founder, Executive Director & CEO (Appointed October 2025)
- **Mrs. Esther Tetteh:** National Treasurer / Finance Officer (Appointed October 2025)
- **Mr. Kwame Adjei:** Board Member (Appointed October 2025)

### 14.2 Board Meetings

During the reporting period, the Board held 4 meetings covering strategic planning, mid-year review, programme evaluation, and financial review.

### 14.3 Board Remuneration

Board members serve on a voluntary basis without remuneration. Out-of-pocket expenses are reimbursed.

## NOTE 15: COMPARATIVE ANALYSIS AND FINANCIAL RATIOS

### Key Financial Ratios

| Ratio | Value | Benchmark | Assessment |
|---|---|---|---|
| Programme Efficiency Ratio | 58.60% | >70% | Below target |
| Administrative Overhead Ratio | 41.40% | <30% | Above target |
| Founder Dependency Ratio | 89.80% | <50% | High risk |
| Cash Reserves (months) | 0.15 | >3 months | Critical |
| Surplus Margin | 30.90% | >10% | Healthy |
| Debt-to-Equity Ratio | 0 | <0.50 | Excellent |

Management expects the programme efficiency ratio to improve as operations scale.

## NOTE 17: GOING CONCERN ASSESSMENT

### 17.1 Assessment

Management has assessed the Foundation's ability to continue as a going concern for the next 12 months.

### 17.2 Supporting Factors

- Strong Founder commitment and continued support.
- Successful programme delivery and growing donor base.
- International registrations enabling access to global funding.
- 15 months of rent prepaid, eliminating a major cash outflow.



### 17.3 Risk Factors

- Minimal cash reserves (GH₵418.28).
- Funding uncertainty with no multi-year grants.
- Economic environment may increase operational costs.

### 17.4 Conclusion

Management is satisfied that the Foundation has adequate resources and funding prospects to continue as a going concern for the foreseeable future. These financial statements have been prepared on this basis.

## NOTE 18: MANAGEMENT REPRESENTATION AND CERTIFICATION

The Management of Hope and Empowerment Foundation GH LBG hereby represents that, to the best of their knowledge and belief:

- The financial statements present a true and fair view of the Foundation's financial position and performance.
- All transactions have been properly authorized and recorded.
- The Foundation has complied with all applicable laws.

These financial statements have been prepared under the supervision of the National Treasurer and reviewed by the Board of Directors.